

March 16, 2006

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WATER RIGHTS
SALT LAKE

Mr. Mark Stilson
State Engineer/Water Rights
453 South Carbon Avenue
Price, Utah 84501

Dear Mr. Stilson:

As President of the Huntington-Cleveland Irrigation Company, I attended the River Commission meeting which was held on March 14 at 11:00 a.m. in the Emery County Courthouse. As President of the company, I had never received any notification that Mr. Kay Jensen's term as a River Commissioner had expired. In fact, Mr. Jensen, himself, had never been notified that his term had expired and that it would be filled at that meeting. As no notice was given, Mr. Jensen's term of office was never discussed as an agenda item (or otherwise) by the entire board of the Huntington-Cleveland Irrigation Company.

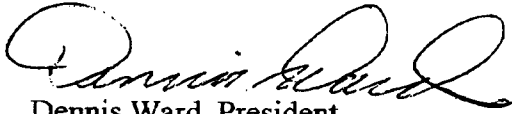
A motion was made by Mr. Vernell Rowley to appoint Mr. Eugene Winters to the position. The motion was seconded by Mr. Lee McElprang. I (Dennis Ward) then made a motion to re-elect Mr. Kay Jensen as the River Commissioner. Mr. Lee Sims, from the state office then stated that there would be only four voted ballots accepted from the River Commission Board. We only had four representative votes until Mr. Cody Allred told Mr. Sims that the municipal water shares needed to be represented. Mr. Darrell Leamaster of the Castle Valley Special Service District was then given that voting right. The people allowed to vote on the River Commissioner appointment then consisted of Darrell Leamaster, Darce Guymon, Craig Johansen, Vernell Rowley and Lee McElprang.

Please consider this my formal protest against Mr. Winters' appointment as a River Commissioner. I feel that as President of the entity which holds the most representative water shares, I should have been allowed to vote on this appointment, especially after the fact that my nomination of Mr. Jensen was accepted without question. I am very interested in knowing the reasons why I was not given the power to vote. I also question the authority of Mr. McElprang and Mr. Rowley being allowed to vote. Mr. McElprang does sit on the Huntington-Cleveland Board, but was given no authority by the Board to

try to remove our own Commissioner. Also, Mr. Rowley is merely a stockholder in that irrigation company.

I will be anxiously awaiting your reply.

Sincerely,

A handwritten signature in cursive script, appearing to read "Dennis Ward".

Dennis Ward, President
HUNTINGTON-CLEVELAND
IRRIGATION COMPANY